

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 7846

BILL NUMBER: HB 2126

DATE PREPARED: Apr 6, 2001

BILL AMENDED: Apr 5, 2001

SUBJECT: Education License Plate Fee Distribution.

FISCAL ANALYST: Jim Sperlik

PHONE NUMBER: 232-9866

FUNDS AFFECTED:

X

**GENERAL
DEDICATED
FEDERAL**

IMPACT: State & Local

Summary of Legislation: (Amended) This bill continues the division of fees collected from the education license plates as follows: (1) 25% to the School Intervention and Career Counseling Development Fund. (2) 75% to local education foundations.

Effective Date: July 1, 2001.

Explanation of State Expenditures:

Explanation of State Revenues: (Revised) *Extends indefinitely the use of education license plate fees for the administration of the School Intervention and Career Counseling Development program. (Current law provides that the fee allocation expires December 31, 2000.*

Currently, 25% of the fees collected from the sale of education license plates are allocated to the Superintendent of Public Instruction and 75% are allocated for the benefit of school corporations. Under current law, beginning January 1, 2002, the Superintendent of Public Instruction would receive no revenue from the sale of the education license plate. However, this bill provides that the Superintendent's share will remain at 25%. The specific impact will depend upon the number of education license plates sold. Based on CY 2000 sales of the education license plate of \$692,000, the 25% share would amount to approximately \$173,000 per year.

Explanation of Local Expenditures:

Explanation of Local Revenues: (Revised) Currently, 25% of the fees collected from the sale of education license plates are allocated to the Superintendent of Public Instruction and 75% are allocated for the benefit of school corporations. Under current law, beginning January 1, 2002, the Superintendent of Public Instruction would receive no revenue from the sale of the education license plate. However, this bill provides that the Superintendent's share will remain at 25%. The specific impact will depend upon the number of

education license plates sold. Based on CY 2000 sales of the education license plate of \$692,000, the 75% share would amount to approximately \$519,000 per year.

State Agencies Affected: Department of Education.

Local Agencies Affected: School Corporations.

Information Sources: Bureau of Motor Vehicles license plate sales data for 2000.